

August 25, 2006

The Honorable Mark Sanford
Governor, State of South Carolina
The State House, First Floor
Columbia, South Carolina 29211

Dear Governor Sanford:

As per the instructions in the Fiscal Year 2007-2008 Budget Plan, we are submitting this letter on behalf of agency U20 – County Transportation Funds.

There are no additional operating or capital funds or FTE's requested at this time.

Thank you for your assistance.

Sincerely,

Elizabeth S. Mabry
Executive Director

Cc: DOT Commission
Tony Chapman
Mo Denny

FY 2007-08 COST SAVINGS & ACTIVITY PRIORITY ADDENDUM

I. 2% COST SAVINGS ASSESSMENT

- A. Agency Section/Code/Name: **U20/County Transportation Fund**
- B. Agency Activity Number and Name: **#1457 – Allocation County - Restricted**
- C. Explanation of Cost Savings Initiative: **In accordance with Section 12-28-2740(A) of the S.C. Code of Laws 1976, as amended, “C” funds (funds dedicated for secondary roads) are derived from 2.66 cents per gallon of the state motor user fee which is deposited in the County Transportation Fund to be allocated to the counties.**
- D. Estimate of Savings:

FY 2007-08 Cost Savings Estimates:	General	Federal	Other	Total
Personnel:				
(a) Number of FTEs				0.00
(b) Personal Service				\$ 0
(c) Employer Contributions				\$ 0
Program/Case Services				\$ 0
Pass-Through Funds	1,810,000			1,810,000
Other Operating Expenses				
Total	1,810,000	\$ 0	\$ 0	1,810,000

- E. Activity Impact (*Describe the impact on the activity affected including the impact on customers and clients.*):
Reduction would directly impact counties that receive funds for secondary roads.

F.

Summary of Cost Savings Initiatives for FY 2007-08:	FUNDING				FTEs			
	General	Federal	Other	Total	State	Fed.	Other	Total
Initiative Title:	0	0	0	\$ 0	0	0	0	0.00
Activity Number & Name:								
Initiative Title:	0	0	0	\$ 0	0	0	0	0.00
Activity Number & Name:								
Initiative Title:	0	0	0	\$ 0	0	0	0	0.00
Activity Number & Name:								
TOTAL OF ALL INITIATIVES	\$ 0	\$ 0	\$ 0	\$ 0	0.00	0.00	0.00	0.00

FY 2007-08 COST SAVINGS & ACTIVITY PRIORITY ADDENDUM

II. PRIORITY ASSESSMENT OF AGENCY ACTIVITIES

- A. Agency Section/Code/Name: **U20/County Transportation Fund**
- B. Agency Activity Number and Name:
- C. Explanation of Lowest Priority Status: **County Transportation funds are pass through funds. Any reduction in the would have an adverse effect on counties which depend on this money to support their secondary road system. In addition a minimum of 25% of a county's apportionment must be expended annually on the state highway system for construction, improvements and maintenance. Any reduction to the county's funds would also impact the state system.**
- D. Estimate of Savings:

Estimate of Savings:	General	Federal	Supplemental	Capital Reserve	Other	Total
Personnel:						
(a) Number of FTEs	0	0	0	0	0	0.00
(b) Personal Service	0		0	0	0	\$ 0
(c) Employer Contributions	0		0	0	0	\$ 0
Program/Case Services	0	0	0	0	0	\$ 0
Pass-Through Funds	0	0	0	0	0	\$ 0
Other Operating Expenses	0	0	0	0	0	0
Total	0	\$ 0	\$ 0	\$ 0	\$ 0	0

- D. Activity Impact (*Describe the impact on the activity affected including the impact on customers and clients.*):

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Summary of Priority Assessment of Activities	General	Federal	Supplemental	Capital Reserve	Other	Total	FTEs
Activity Number & Name:	0	0	0	0	0	\$ 0	0
Activity Number & Name:	0	0	0	0	0	\$ 0	0
Activity Number & Name:	0	0	0	0	0	\$ 0	0
Activity Number & Name:	0	0	0	0	0	\$ 0	0
Activity Number & Name:	0	0	0	0	0	\$ 0	0
TOTAL OF LOWEST PRIORITIES	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0.00